Department of Planning and Budget 2017 Fiscal Impact Statement

1.	Bill Numbe	r: HB1837
	House of Orig	in Introduced Substitute Engrossed
	Second House	In Committee Substitute Enrolled
2.	Patron:	Orrock
3.	Committee:	Health, Welfare, and Institutions
4.	Title:	Licensure exemptions; private preschool and nursery school programs.

- 5. Summary: Modifies the licensure exemption requirements for certified preschool or nursery school programs operated by a private school that is accredited by an organization recognized by the Board of Education. The bill removes the list of accrediting associations from the licensure exemption language and provides a reference to the Code section that establishes the process for recognition of accrediting organizations by the Board of Education. The bill removes certain licensure exemption requirements that such preschool and nursery school programs must meet and modifies others, including (i) increasing the amount of time children may attend such programs per day from four hours to the maximum time allowed under the school's kindergarten program; and (ii) lowering the minimum age of children permitted to attend the programs from age four to age three. The bill also allows the Commissioner of Social Services to inspect such preschool and nursery school programs to ensure compliance with applicable requirements, either annually or in response to a complaint.
- 6. Budget Amendment Necessary: No.
- 7. Fiscal Impact Estimates: See Item 8.
- 8. Fiscal Implications: This bill modifies the licensure exemption requirements for certified preschool or nursery school programs operated by a private school that is accredited by an organization recognized by the State Board of Education. This legislation also gives the Department of Social Services (DSS) the authority to conduct annual inspections and conduct inspections to investigate complaints to ensure compliance with standards. Currently, DSS will only inspect certified preschool or nursery school programs based on a complaint alleging noncompliance. There are presently 11 exempt certified preschool programs. It is unknown how many of the estimated 200 certified preschool or nursery school programs could potentially qualify for exemption. This bill would not affect the total number of licensing inspectors required because these programs are currently subject to inspection. It is estimated that the fiscal impact due to the loss of revenue from those seeking an exemption would be minimal.

- **9. Specific Agency or Political Subdivisions Affected:** Department of Social Services, Department of Education
- **10. Technical Amendment Necessary:** No.
- 11. Other Comments: